



**INVESTMENT COMMITTEE**  
**October 19, 1998**

**CLOSED  
SESSION  
(8:30 a.m.)**

CHIEF INVESTMENT OFFICER'S BRIEFING ON  
MARKET AND PERSONNEL ISSUES

(Gov. Code sec. 11126(a)(1) and (c)(16).)

**CLOSED  
SESSION  
(9:30 a.m.)**

(Gov. Code sec. 11126(c)(16).)

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|-------------|----|---|
|             | 1. | CALL TO ORDER AND ROLL CALL   |
| ACTION      | 2. | Approval of the September 14, 1998 Closed Session Minutes   |
| ACTION/INFO | 3. | Real Estate   |
| ACTION      | 4. | Alternative Investment Management (AIM) Program <ul style="list-style-type: none"><li>a. Partnership Component</li><li>b. Direct Component</li></ul>  |
| ACTION      | 5. | Corporate Governance Plan - 1999 Proxy Season   |
| ACTION/INFO | 6. | Public Markets <ul style="list-style-type: none"><li>a. Small and Emerging Manager Contracts</li></ul>  |
| INFORMATION | 7. | Chief Investment Officer's/Assistant Executive Officer's Report <ul style="list-style-type: none"><li>a. Projected Cash Flow</li><li>b. Status Report</li></ul>   |
| CONSENT     | 8. | Activity Reports <ul style="list-style-type: none"><li>a. Real Estate Equity Transaction Report</li><li>b. Alternative Investment Management (AIM) Program Activity Reports - Partnership and Direct Components</li></ul> |

- OPEN SESSION      10:30 a.m. (or upon adjournment of Closed Session, whichever is later)**
9.      CALL TO ORDER & ROLL CALL
- ACTION            10.      Approval of the September 14, 1998 Open Session Minutes
- ACTION/INFO      11.      Real Estate  
                             a. Timber RFP Update  
                             b. Acquisition & Development Program Funding Commitment
- ACTION            12.      Alternative Investment Management (AIM) Program  
                             a. Partnership Component  
                                     1. ABS Capital Partners III, L.P.  
                             b. Direct Component  
                             c. Pacific Corporate Group - Update
- ACTION/INFO      13.      Public Markets  
                             a. Manager Development Program  
                             b. Internal Active Domestic Equity Management  
                             c. Transition Costs for the Domestic Equity Manager Program/Completion Fund
- ACTION            14.      Asset/Liability Workshop - Action Plan
- ACTION/INFO      15.      Corporate Governance Plan - 1999 Proxy Season  
                             a. Education and Influence Facet (open session)  
                             b. Investment Facet (closed session)
- ACTION            16.      Policy Subcommittee Report  
                             a. Approval of the Statement of Objectives and Policy for Hazardous Materials in Real Estate Investments - Second Reading  
                             b. Approval of the revision to the Statement of Core Apartment Investment Policy - Second Reading  
                             c. Proposed Agenda for the November 20, 1998 Policy Subcommittee Meeting
- ACTION            17.      Proposed 1999 Investment Committee Meeting Schedule

- INFORMATION 18. Chief Investment Officer/Assistant Executive Officer's Report
  - a. Asset Allocation
  - b. Cash Flow
  - c. Status Report
  - d. Report on Closed Session Items
  
- INFORMATION 19. Security Litigation Evaluation Process
  
- CONSENT 20. Quarterly/Annual Reports
  - a. Alternative Investment Management (AIM) Program - Partnership and Direct Component Quarterly Report
  - b. Responsible Contractor Program Annual Report
  
- CONSENT 21. Activity Reports
  - a. Alternative Investment Management (AIM) Program - Partnership Component
  - b. Alternative Investment Management (AIM) Program - Direct Component
  
- CONSENT 22. Investment Transactions
  - A. Public Employees' Retirement Fund
    - 1. Portfolio Summary and Transactions
    - 2. Alternative Investment Management (AIM) Program Transactions
    - 3. Internally Managed Fixed Income Transactions
    - 4. Real Estate Equity Transactions
    - 5. Summary of Special Investment Transactions
    - 6. Equity Transactions
      - (a) External Management
      - (b) Internal Management
    - 7. International Transactions
    - 8. Convertible Security Transactions
    - 9. Corporate Actions
  
  - B. Legislators' Retirement Fund
  
  - C. Judges' Retirement Fund
  
  - D. Public Employees' Medical & Hospital Care Act Contingency Reserve Fund
  
  - E. Volunteer Firefighters Length of Service Award Fund

- INFORMATION
23. Draft Agenda for November 16, 1998
  24. Public Comment

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.